

(406) 444-3064 FAX (406) 444-3036 ENERGY AND TELECOMMUNICATIONS INTERIM COMMITTEE 68th Montana Legislature

SENATE MEMBERS Brad Molnar Christopher Pope Jacelyn Sterling Barry Usher Daniel Zolnikov HOUSE MEMBERS Laurie Bishop Steven Galloway Gary Parry Katie Zolnikov COMMITTEE STAFF Trevor Graff - Research Analyst Jacelyn Sterling - Secretary Jameson Walker - Attorney

PO BOX 201706 Helena, MT 59620-1706

MINUTES LOG January 18, 2024

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Helena, Montana

Please note: This document is a Minutes Log and provides annotation of the time elapsed between the beginning of the meeting and the time at which the item was presented or discussed, a motion was made, or a vote was taken. The narrative presented here is provided only as a guide to the audio or video recording of the meeting. The official discussion, motion, or vote is available on the audio or video archive of this meeting. The Legislature does not prepare a transcript of the meeting activities. The time designation may be used to locate the referenced discussion on the audio or video recording of this meeting.

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MEMBERS PRESENT:

Rep. Katie Zolnikov, Chair (R) Sen. Christopher Pope, Vice Chair (D) Rep. Laurie Bishop (D) Rep. Steven Galloway (R) Rep. Gary Parry (R) Sen. Barry Usher (R) Sen. Daniel Zolnikov (R)

MEMBERS EXCUSED:

Sen. Brad Molnar (R)

MEMBERS ABSENT:

STAFF PRESENT:

Trevor Graff, Research Analyst Jacelyn Sterling, Secretary Jameson Walker, Attorney

AGENDA (Attachment 1)

VISITORS' LIST (Attachment 2)

COMMITTEE ACTION

CALL TO ORDER/ROLL CALL

09:01:51 Presiding Officer Christopher Pope, called the meeting to order at 9:01 AM. The committee secretary took roll.

HJ 6: POWER RESERVE STUDY

09:05:29	Trevor Graff

- 09:06:23 Doug Hardy, Montana Central Electric Cooperatives Association
- 09:16:45 Mark Lambrecht, Director, Governors Affairs, Montana Electric Cooperatives Association (MECA)
- 09:21:44 Mike Cashell, NorthWestern Energy
- 09:29:12 Thor Nelson, Montana Large Customer Group (LCG)

Public Comment

09:43:00	Diego Rivas, Northwest Energy Coalition
09:49:59	Nick Fitzmaurice, Montana Environmental Information Center (MEIC)
09:52:56	Kyle Unruh, Renewable Northwest

Committee Questions, Discussion

- 09:56:38 Thor Nelson, LCG
- 09:59:30 Sen. Zolnikov
- 09:59:57 Mike Cashell
- 10:03:09 Sen. Zolnikov
- 10:04:06 Mike Cashell
- 10:05:18 Rep. Galloway
- 10:06:30 Sen. Usher
- 10:08:14 Mark Lambrecht, MECA
- 10:10:48 Sen usher EDIT
- 10:15:33 Diego Rivas
- 10:17:30 Kyle Unruh
- 10:18:15 Nick Fitzmaurice, MEIC
- 10:18:43 Sen. Usher
- 10:19:03 Sen. Molnar
- 10:29:04 Mike Cashell
- 10:30:27 Sen. Molnar
- 10:30:46 Thor Nelson
- 10:31:55 Rep. Bishop

- 10:36:17 Rep. Bishop
- 10:38:40 Mike Cashell
- 10:39:38 Rep. Parry
- 10:42:36 Mike Cashell
- 10:42:09 Rep. Parry
- 10:44:57 Thor Nelson
- 10:47:20 Rep. Parry
- 10:47:30 Mike Cashell
- 10:49:59 Rep. Galloway
- 10:50:51 Thor Nelson
- 10:53:01 Rep. Galloway
- 10:53:32 Doug Hardy
- 10:57:11 Rep. Bishop
- 10:58:00 Mike Cashell
- 11:01:17 Sen. Usher
- 11:01:40 Chris Puyear, NorthWestern Energy
- 11:04:37 Rep. Bishop
- 11:05:07 Chris Puyear
- 11:05:30 Sen. Molnar
- 11:06:41 Mike Cashell
- 11:07:08 Presiding Officer Pope

<u>Recess</u>

11:08:10

Reconvened

11:17:27

ENERGY REGIONALIZATION: MONTANA TRANSMISSION

- 11:18:18 Trevor Graff
- 11:19:01 Mike Cashell, NorthWestern Energy

Public Comment

None

Committee Questions, Discussion

11:45:55	Rep. Galloway
11:46:14	Mike Cashell
11:46:41	Sen. Molnar

11:48:58 Mike Cashell

- 11:50:43 Rep. Parry
- 11:53:10 Mike Cashell
- 11:53:56 Rep. Parry
- 11:54:25 Presiding Officer Pope
- 11:54:52 Mike Cashell
- 11:57:09 Presiding Officer Pope
- 11:57:59 Diego Rivas, Northwest Energy Coalition
- 11:59:00 Presiding Officer Pope

MONTANA RENEWABLE ENERGY PROJECTS UPDATE

11:59:24 Trevor Graff

11:59:56 Jim Hogan, Puget Sound Energy

Public Comment

None

Committee Questions, Discussion

12:06:34	Presiding Officer Pope
12:10:07	Jim Hogan
12:10:55	Rep. Bishop
12:11:12	Jim Hogan
12:12:35	Sen. Usher
12:13:43	Jim Hogan

Recess for Lunch

12:15:30

Reconvened

13:19:14

PUBLIC SERVICE COMMISSION (PSC) OVERVIEW

 13:19:53
 Trevor Graff

 13:20:02
 James Brown, President, PSC

 13:21:40
 David Sanders, Executive Director, PSC

 13:22:15
 James Brown

 EXHIBIT1
 EXHIBIT2

 EXHIBIT3
 EXHIBIT3

 EXHIBIT5
 EXHIBIT5

PUBLIC SERVICE COMMISSION PIPELINE SAFETY OVERVIEW

13:30:01 Joel Tierney, PSC

EXHIBIT6

Public Comment

13:44:53 Anne Hedges, MEIC

Committee Questions, Discussion

- 13:46:35 Rep. Parry
- 13:46:52 Joel Tierney
- 13:47:29 James Brown
- 13:49:33 Presiding Officer Pope

PUBLIC SERVICES COMMISION UPDATES

13:50:06 James Brown13:53:19 Tony O'Donnell, Commissioner, PSC EXHIBIT7

Public Comment

- 14:16:15 Diego Rivas, Northwest Energy Coalition
- 14:19:12 Mark Lambrecht, Director, Governors Affairs, Montana Electric Cooperatives Association
- 14:21:20 Tony O'Donell

Committee Questions, Discussion

- 14:21:41 Rep. Galloway
- 14:22:15 Mark Lambrecht
- 14:24:57 Rep. Galloway
- 14:25:37 James Brown
- 14:28:53 Rep. Galloway
- 14:29:15 James Brown
- 14:31:15 Presiding Officer Pope
- 14:32:00 James Brown
- 14:35:12 Sen. Molnar

Recessed

14:37:31

Reconvened

14:45:39

PUBLIC SERVICE COMMISSION (PSC) PROGRAM CONSIDERATIONS

- 14:46:02 James Brown, President, PSC
- 14:47:25 Dan Sherwood, Railroad Program Manager, PSC EXHIBIT8

Public Comment

None

Committee Questions, Discussion

- 15:02:38 Rep. Galloway
- 15:03:08 Dan Sherwood
- 15:04:14 Rep. Parry
- 15:05:03 Dan Sherwood
- 15:06:23 Rep. Bishop
- 15:09:16 Dan Sherwood

RAILWAY INSPECTION DRAFT LANGUAGE

- 15:10:07 James Brown, PSC EXHIBT9
- 15:20:40 Trevor Graff EXHIBIT10
- 15:21:34 Sen. Usher
- 15:21:57 Trevor Graff
- 15:27:41 Presiding Officer Pope
- 15:27:51 James Brown
- 15:28:56 Rep. Bishop
- 15:29:58 Will Rosquist, Regulatory Division Administrator, PSC
- 15:31:02 Rep. Bishop
- 15:31:55 James Brown
- 15:33:41 Rep. Parry
- 15:34:13 Trevor Graff
- 15:35:55 Sen. Usher
- 15:37:07 Trevor Graff
- 15:37:54 Sen. Molnar
- 15:38:14 Sen. Usher
- 15:38:37 Sen. Molnar
- 15:39:10 Trevor Graff
- 15:40:01 Sen. Molnar
- 15:40:40 Trevor Graff
- 15:42:31 Sen. Zolnikov
- 15:44:07 Rep. Bishop
- 15:45:35 James Brown
- 15:46:47 Rep. Galloway
- 15:47:33 Rep. Parry

<u>Motion</u>

15:48:09 Sen. Usher made a motion to move forward with the draft language of the bill with the diverting funds.

Vote:

15:48:09 Carried unanimously by voice vote.

Committee Questions, Discussion

- 15:50:22 Rep. Galloway
- 15:50:44 James Brown
- 15:51:24 Sen. Zolnikov

GRIDLAB/ENERGY STRATEGIES MONTANA RESOURCE ADEQUACY STUDY

- 15:53:23 Trevor Graff
- 15:54:59 Priya Sreedharan, GridLab EXHIBIT11
- 16:01:07 Alex Palomino, GridLab
- 16:02:33 Sen. Usher left.

Public Comment

- 16:24:34 Bruce Spencer, Montana Energy Business Alliance
- 16:25:56 Makenna Sellers, Executive Director, Montana Renewable Energy Association

Committee Questions, Discussion

- 16:27:30 Rep. Parry
- 16:28:05 Rep. Bishop
- 16:28:50 Rep. Parry
- 16:29:53 Presiding Officer Pope
- 16:30:23 Priya Sreedharan
- 16:33:08 Rep. Galloway
- 16:34:08 Alex Palamino
- 16:35:48 Priya Sreedharan
- 16:36:27 Rep. Galloway
- 16:37:55 Priya Sreedharan
- 16:40:04 Presiding Officer Pope
- 16:40:58 Priya Sreedharan

Administrative Rule Review

Other Business/Instructions to Staff

- 16:43:32 Trevor Graff
- 16:47:05 Presiding Officer Pope
- 16:48:34 Rep. Galloway
- 16:50:43 Sen. Molnar
- Presiding Officer Pope 16:52:53
- Rep. Bishop 16:53:16
- Rep. Parry 16:55:06
- Rep. Galloway 16:55:46

ADJOURNMENT Adjournment: 16:57:36